

P W (1939) Department

us. SERIES.

G.O. No. 373

Dated 23-2-1940

M

[Despatch Abstract]

Electricity - Kollegal Electric licence - Accounts
for 1938-39 - Recorded.

5

30
6/11

by
Post
Messenger
Date

To the Examiner of L.F. Accts.

P.W.D.

Memo No. 39,31E/39-2 D 17.11.39

Kollegal Electric licence -
accounts for 1938-39. Letter
from the Examiner of L.F.
Accts No L.F. 4540 D 3-10-39

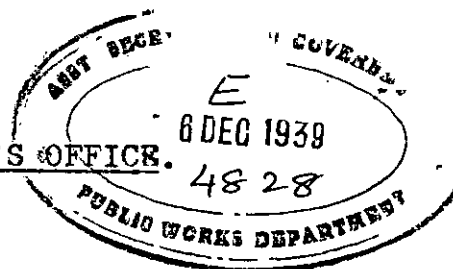
The Examiner of L.F. Accts.
is requested to state whether
the replies of the P.P.B. to
the audit report on the
above accounts have been
received and if so when
they may be expected.

MS
15/11
5/12
16/12

Adm
16/11

2/
L.F. No 6370 8/6-12-39

EXAMINER'S OFFICE.



pl ante

Sub: Kollegal Electric Licence - accounts for 1938-39.

Ref: P.W.Dept. Memorandum No.3931 E/39 dated the 17th November 1939.

The replies to the Audit Report have not yet been received. The Special Officer, Kollegal has been addressed to expedite his replies to the ~~replies~~ to the Audit Report.

M.D. Shanmugasundaram

Assistant Examiner of
Local Fund Accounts.

To the Secretary to Government,
Public Works Department,
M a d r a s .

P.W.Dept

A. R. Will 10-1-40

6
7/12

Dec
11/12

L.F. No 65572/15-12-39

ASSISTANT EXAMINER'S OFFICE:

AUDIT REPORT - KOLLEGAL ELECTRIC LICENSE
ACCOUNTS - 1938-39 - REPLIES.



KNH

4117

Forwarded to the Secretary to Government,

Public Works Department, Madras, with copies

of the Special Officer's replies and the

resolution of the Panchayat Board (Special
Officer).

pp 18-19

p 22

W. Shankar

Assistant Examiner of
Local Fund Accounts.

m

W. Shankar

Produce reply
for
16/12
19/12

L.A. No 41917/1939
19 DEC 1939
5003

to AS

P.W. Dept

May be forwarded to the
Ch. E. S. A. in continuation of n.o.
no. 3931/38-1 of 7-10-39 for remarks

Original retained
by the Ch. E. S. A.
12/12

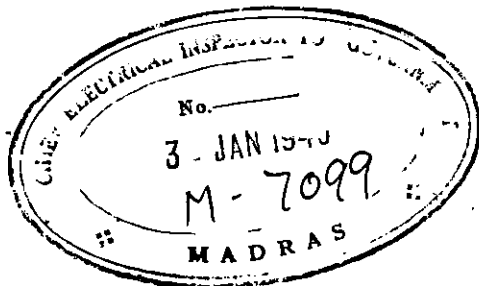
12/12

25/12

25/12

Chief E. S. A.

P.W. No 3931/39-3
21-12-39



2/

Audit Report on the accounts of the Electric Licence Scheme of the Kollegal Panchayat Board, Coimbatore District, for the year 1938-39.

Replies approved in
Panchayat Board
Resolution No. 95 of 11.12

Name of auditor. Sri V.S.Venkatachari, Audit Clerk.

Time taken for audit. from the 23rd to the 27th August 1939.

Noted.

The office of President was held by Sri C.K.Nagiah from the 1st April 1938 to the 31st March 1939.

2. Noted.

2. A copy of the accounts is appended.

3. The Contractor concerned i.e., Mr. T.A. Rao has died. The amount will be recovered from his successors and the fact reported.

3. Pending items of the Audit Report for 1937-38.

Paragraph 3. The balance of security deposit of Rs.613/- was not recovered as promised.

4. Scheme at a standstill. The Electric Licence Scheme

4. The Govt. have been undertaken by the Panchayat Board on the promise of a loan of Rs.80,000/- by the Coimbatore District Board. The old Coimbatore District Board which had promised the loan paid only Rs.6,250/- and did not pay the balance till the date of bifurcation of the District Board in December 1936 on some ground or other, and mainly on the ground of want of liquid resources to pay the amount immediately and pending sale of securities. On the bifurcation of the Board, the Erode District Board was asked to pay the amount as in its Resolution No. 772 dated 4.10.39 the ~~President~~ Panchayat Board was within the jurisdiction of that Board. Till the date of amalgamation of the Boards on the 1st November 1938 there was only protracted correspondence between the Panchayat Board on the one hand and the two District Boards and the Government on the other. After amalgamation the Coimbatore District Board took up the question and has been postponing the payment of the amount on some ground or other. At one time it postponed the payment on the ^{ground that the} question of supersession of the Panchayat Board was under correspondence. Even after the appointment of a Special Officer, the amount has not been paid. The District Board is now hesitating to pay the amount feeling apprehensive about the prospect of successful working of the scheme and about the ability of the Panchayat Board to run the scheme and discharge the loan. Meanwhile the Panchayat Board entered into contracts with various firms and individuals with the sanction of the competent authority for the carrying out of the scheme. A power house for the installation of Rs. 37,500 has been received.

of engines has been erected and engines for the generation of electricity, poles and cables for transmission &c. have all arrived long ago. The engines have not been erected as the firms could not be paid portions of the value of the supplies on delivery as stipulated in their contract agreements. Most of the poles have been left on the road sides in various places in the Panchayat Board. The contractors who supplied materials are pressing for the payment of their dues with interest and some are threatening legal proceedings also. Supplies have been received so far to the following extent.-

from the Dh. Board. Rs. 21390.12 has been paid to Messrs. Volkart Bros., Rs. 7000/- has been paid to Messrs. V. Kanakiah & Co. on behalf of Messrs. City Electric Syndicate Hindupur and Rs. 2499.50 has been paid to Mr. A.R. Parthasarathy Mudaliyar Contractor for the Electrical Power House well and a tank.

Name of firm.	Value of ^{Supplies} from 4-7-1938 to 22-5-1939.			Amount paid.		
	Rs.	A.	P.	Rs.	A.	P.
1. Messrs. Volkart Brothers, Madras.	40,184	8	0		...	
2. Messrs. City Electric Syndicate, Hindupur.	21,966	10	0	3,603	11	0
3. Mr. A.R. Parthasarathy Mudaliyar, Contractor.	3,793	15	0	500	0	0
Total	65,945	1	0	4,103	11	0

In addition to the above expenditure, a sum of Rs. 1,314-1-0 was spent during the year towards the salary of the Electric Engineer, a maistry and a watchman and as no work worth the name could be turned out by the Engineer the salary paid was practically a waste. Thus, things are at a stand still and unless the Coimbatore District Board comes soon to the rescue and discharges its obligation by the prompt disbursement of the loan balance, the Panchayat Board will be put to a considerable loss which will have to be made good by the persons responsible.

5. Salary of the Electrical Engineer. In G.O. No. 2610, L.A., dated the 4th July 1939 sanctioning the diversion of earmarked funds by the Panchayat Board for the general expenditure Government remarked as follows:-

"The Special Officer is informed that the salaries of the Electrical Engineering establishment cannot be debited to loan account of the Electric ^{Lighting} Scheme. Only the expenditure on execution of capital works should be debited to the loan account"

In the statement now furnished, a sum of Rs. 1,100/- representing salary of the Engineer was included in No. II Capital account. The debit should

5. The Panchayat Board of Kollhapur has in its Res. No. 78 of 16-10- (Copy enclosed) resolved to pay the salary of the Electrical Engineer from general funds of the Panchayat Board. The salary of the Electrical Engineer has been adjusted to the Electrical

4/

account from the general
funding the Panchayat Board

in Vt. No. 35/ Bill No. 176 be transferred to the Panchayat Board's account under Advances
of Nov. 39.

The amount of Rs. 1100/- Recoverable pending adjustment from the Reserve account after
has been allocated as

debited as follows in No. II it is opened unless the Board decides to meet it from its
Capital account of 1938-39

Rs. 4 To Buildings - Rs. 200 General Fund itself.

5 To Plant 450

6 To Mains 450

6. Diversion of deposit. A sum of Rs. 1,349-3-0 was

The above debits will be diverted from deposits furnished by contractors for expenditure
transferred to the Panchayat Board general account in the on the scheme.

accounts of the year 1939-40

6. There has since been
made good.

7. The general result of audit was fairly satisfactory.

8. The receipts and charges of the year were Rupees

7. Noted

8. Noted

3,750-0-0 and Rs. 5,417-12-0, respectively.

B.B. Shanker Rao,
Asst. Examiner of Local Fund Accts.
Trichinopoly Circle.

(True copy)

[Signature]
Special Officer
Panchayat Board, Kalyan
Date 30.11.39

[Signature]
SUPERINTENDENT,
Office of the Examiner of Local
Fund Accounts, Madras.
28/11/39

Account No. 1.

Holland Electric Light Co.

Statement of account for the year ending 31st Dec 1900.

Is at present a loan authorized for the purpose of the
 account is referred to in the conventional license prior to
 the year for which accounts are made up.

Account notice and nature of loan	Amount borrowed.				Amount repaid.			Amount noticed at present borrowed
	per cent.	per cent.	per cent.	total	per cent.	per cent.	per cent.	
£5,000/- notice for the purpose of the loan				£750	11			£4,250
Approved by the Board of Directors on 12th Dec 1900.								
Interest on the loan being payable during the year 1900.								

Robert C. C. C.
27/8

Comptroller
M. M. Shanks
 Assistant Treasurer
 of the Holland Electric Light Co.
 for the year 1900

Pauchoph
27.8.01
N. M. M. M.
 District Inspector of the
 Holland Electric Light Co.

No. II CAPITAL ACCOUNT.
For the year ending 31st March 1939.

R.	Expenditure upto 31.3.39	Expenditure during the year	Total expenditure upto 31.3.39		Receipts upto 31.3.39	Receipts during the year	Total receipts upto 31.3.39
	R.	R.	R.		R.	R.	R.
1. To preliminary expenses: Licence fees to Govt., printing licences, by office of the ...	2181-7-0	135-0-0	2316-7-0	1. By amount raised by loans.	2500	3750	6250
2. To land.				2. By amount received as Govt. contributions.			
3. To value of land appropriated for electrical purposes of the ...				3. By value of land belonging to au- thority appropri- ated for electri- cal purposes.			
4. To buildings.		3101-1-0	3101-1-0	4. By value of sur- plus land sold			
5. To plant.		510-13-0	510-13-0	5. By other receipts.			
6. To mains.		510-13-0	510-13-0	6. By balance of Capital Account			42,464-4-0
7. To service connec- tions.							
8. To transformers.							
9. To metering etc.							
10. To general expenses		42,275-2-0	42,275-2-0				
11. To travelling etc.							
12. To amount paid to the ... of ... of ... money							
13. To ...							
14. To ...							
Tot 1 ...	2181-7-0	46,532-13-0	48,714-4-0		2500	3750	48,714-4-0

Contd. signed
M. N. Shankaroda
Assistant Engineer
Official Seal
A. C. ...
...

[Signature]
27/8
Special Officer,
...
26/8/37
...
...
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...
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...

27/8
 26.8.77
 27/8
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9 /

GOVERNMENT OF MADRAS.

Abstract.

Loan - Kolleral Panchayat Board (Coimbatore District) - Electricity Scheme - District Board requested to disburse balance of loan to Kolleral Board.
666

Local Administration Department.

C.O. No. 7470. Dated the 4th September 1939.

Read the following:-

From the Special Officer, Kolleral Panchayat Board, No. 488/32,
dated the 3rd June 1939.
From the President, District Board, Coimbatore, M.O.C. No. 4281/38
dated 20th May 1939.
From the Inspector of Municipal Councils and Local Boards, M.O.C.
No. 45-11119/39 dated 14th June 1939.
From Messrs. Volkart Brothers, Madras, G.O. 1032/2-164/ech.
dated 30-6-1939.
From the Inspector of Municipal Councils and Local Boards, M.O.C.
No. 5-11119/39, dated 15th July 1939.

Conclusion.

In the opinion of the Electrical Inspector to Government the remunerative nature of the electrical undertaking of the Kolleral Panchayat Board need not be doubted. The Coimbatore District Board is therefore requested to pay to the Kolleral Panchayat Board the balance of the loans already sanctioned and report the fact to the Government within a month from the date of this order.

2. The Special Officer, Kolleral Panchayat Board, should settle the dues of the electrical contractors in full as the amount is received from the District Board.

/By Order of His Excellency the Governor/.

L. J. Maciver,
Secretary to Government.

Proceedings of the Kolleral Panchayat Board at its meeting
held on Monday the 16th October 1939 at 4-30 P.M.

P r e s e n t.

Sri M. Palakrishna Panikkar, Special Officer, Panchayat Board, Kolleral.

9. *and put up* *and* C.O. No. 2510 dated 4-7-39 informing the Special Officer, Kolleral Panchayat Board that the salaries of the Electrical Engineering establishment can be debited to the loan account of the electric lighting scheme and that the expenditure on execution of capital works should be debited to loan account.

Read para 5 of the audit report of the Examiner of L.F. accounts, Madras on the Electricity account of the Kollegal Panchayat Board informing that a sum of Rs 1100/- representing the salaries of the Engineer was included in No. II Electricity Account and that the debit should be transferred to Panchayat Board account under advances recoverable pending adjustment from the reserve account after it is opened unless the Board decides to meet it from its general fund itself.

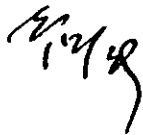
Resolution No. 78:- Electrical Engineer's salary from May 1978 may be met from the General funds of the Panchayat Board as per instructions contained in the above G.O.

Sd. A. Palakrishnan Iyer,
16-10.
Special Officer, Panchayat
Board, Kollegal.

(True extract)


Special Officer,
Panchayat Board, Kollegal.

S.V.S/1-12.



11

proceedings of the Hollokal Land Grant Board at its meeting
held on Thursday the 30th November 1939 at 4 p. .

P r e s e n t.

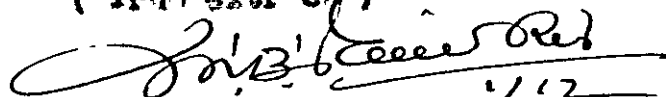
1. Mr. J. J. Williams, Special Officer, Land Grant Board, Hollokal

4. Report of the Auditor of the Examiner of Local Land Accounts
concerning the electricity accounts of the Hollokal Land Grant
Board for 1937-38 with replies prepared.

Resolution No. 65: Replies are approved.

J. J. Williams, Esq.,
Special Officer,
Land Grant Board, Hollokal.

(From extract)



Special Officer,
Land Grant Board, Hollokal.

L.L.G./1-12.

1/14/41

12

Audit Report on the accounts of the Electric Licence Scheme
of the Kollegal Panchayat Board, Coimbatore District, for the year
1938-39.

*Replies of Panchayat Board in Panchayat Board
Resolution No. 95 of 30.11.38*

Noted.

2. Noted.

3. The contractor concerned i.e., Mr.
T.R. Rao has died. The amount
will be recovered from his
successor and the fact reported.

Name of auditor. Sri V.S. Venkatachari,
Audit clerk.
Time taken for audit. From the 23rd to
August 1939.

The office of President was held
by, Sri C.K. Nagiah from the 1st April
1938 to the 31st March 1939.

2. A copy of the accounts is appended.

3. Pending items of the Audit report
for 1937-38.

Paragraph 3. The balance of security
deposit of Rs 613/- was not recovered
as promised.

4. Scheme at a stand still. The
Electric Licence Scheme was undertaken
by the Panchayat Board on the promise
of a loan of Rs 80,000/- by the Coimba-
tore District Board. The old Coimbatore
District Board which had promised the
loan paid only Rs 6,250/- and did not
pay the balance till the date of
bifurcation of the District Board in
December 1936 on some ground or other
and mainly on the ground of want of
liquid resources to pay the amount
immediately and pending sale of
securities. On the bifurcation of the
Board, the Erode District Board was
asked to pay the amount as the
Panchayat Board was within the juris-
diction of that Board. Till the date
of amalgamation of the Boards on the
1st November 1938 there was only
protracted correspondence between the
Panchayat Board on the one hand and

15/

Supplies have been received so far to the following extent:

<u>Name of firm.</u>	<u>Value of supplies from</u> <u>4-7-38 to 22-5-1939</u>	<u>Amount paid.</u>
	Rs	Rs
1. Messrs. Volkart Brothers, Madras	40,184-8-	
2. Messrs. City Electric Syndicate, Hindupur	21,966-10-0	3,603-11-0
3. Mr. A.R. Parthasarathi Mudaliyar, Contractor,	3,793-15-0	500-0-0
Total.	65,945-1-0	4,103-11-0

In addition to the above expenditure a sum of Rs 1,314-1-0 was spent during the year towards the salary of the Electric Engineer, a maintry and a watchman and as no work worth the same could be turned out by the Engineer the salary paid was practically a waste. Thus, things are at a stand still and unless the Coimbatore District Board comes soon to the rescue and discharges its obligation by the prompt disbursement of the loan balance, the panchayat Board will be put to a considerable loss which will have to be made good by the persons responsible.

5. The Panchayat Board of Kollegal has in its Resolution No. 78 dated 16-10-39 (copy Enclosed) resolved to meet the salary of the Electrical Engineer from general funds of the Panchayat Board. The salary of the Electrical Engineer has been adjusted to the Electricity account from general funds of the Panchayat Board in Voucher No. 35/Bill No. 176 of Nov. 39

The amount of Rs 1100/- has been allocated and debited as follows in No. II Capital Account of 1938-39

5. Salary of the Electrical Engineer.

In G.O. No. 2610, L.A., dated the 4th July 1939 sanctioning the diversion of earmarked funds by the Panchayat Board for the general expenditure Government remarked as follows:-

"The Special Officer is informed that the salaries of the Electrical Engineer in establishment cannot be debited to loan account of the Electric Lighting Scheme. Only the expenditure on execution of Capital works should be debited to the loan account."

In the statement now furnished, a sum of Rs 1,100/- representing salary of the Engineer was included in No. II

Item 4. To Buildings	Rs 200
5. To Plant	450
6. To Mains	450

The above debits will be transferred to the Panchayat Board general account in the accounts of the year 1939-40.

No diversion
6. This has since been made good.

7. Noted.

8. Noted.

Capital Account. The debit should be transferred to the Panchayat Board's account under Advances Recoverable pending adjustment from the Reserve account after it is opened unless the Board decides to meet it from its General Fund itself.

6. Diversion of deposit. A sum of Rs 1.349 RS-0 was diverted from deposits furnished by contractors for expenditure on the scheme.

7. The general result of audit was fairly satisfactory.

8. The receipts and charges of the year were Rupees 3,750-0-0 and Rs 5417-12-0 respectively.

B. B. Shanker Rao,
Asst. Examiner of Local Fund Accts.
Trichinopoly Circle.

(True copy)

Sd. S. Subrahmanya Iyer,
SUPERINTENDENT,
Office of the Examiner of Local
Fund Accounts, Madras.

Dated: 30-11-39.
S.M.S/1-12.

[Signature]
Special Officer,
Panchayat Board,
Kollegal.

(True copy)
[Signature]
Special Officer,
Panchayat Board, Kollegal.

16

ACCOUNT NO. 1.

KOLLEGAL ELECTRIC LICENCE.

Statement of account for the year ending 31st March 1939.

1. Statement as to loans authorised for the purpose of the undertaking referred to in the abovementioned licence prior to the end of the year for which accounts are made up.

Amount sanctioned and nature of loan	Amount borrowed.				Amount repaid.			Amount sanctioned but not borrowed.
	At per cent	At per cent	At per cent	Total	At per cent	At per cent	At per cent	
				Rs				
Rs80000/- sanctioned by the Coimbatore Dt. Board and approved by G.O.No.2086 L & M dated 31-5-35 and 125 L & M dated 10-1-36 @ 2% interest per annum repayable in 20 equal instalments after the 4th year. Interest alone being payable during the 1st 4 years	2%			6250	Nil			Rs73,750

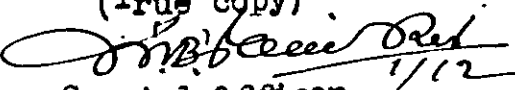
Countersigned.

Sd.B.B. Shankara Rao,
Asst.Examiner of Local
Fund Accounts,

Sd.M.Balakrishna Panikkar,
27-8-39
Special Officer,
Panchayat Board, Kollegal.

Sd.V.Natesa Iyer,
Dt.Inspector of Local Fund
Accounts, Coimbatore.

S.M.S/...

(True copy)

Special Officer,
Panchayat Board, Kollegal.

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17
THE KOLLEGAL ELECTRICAL LICENCE, 1937.

No. II CAPITAL ACCOUNT.

For the year ending 31st March 1939.

Dr.

Cr.

	Expenditure upto end of previous year	Expended during the year	Total expenditure upto 31.3.1939		Receipts upto end of previous year	Received during the year	Total receipts upto 31.3.1939
1. To preliminary expenses: Licence fees paid to Govt., Printing licence, advertisement charges &c.	2181-7-0	135-0-0	2316-7-0	1. By amount raised by loans	2500	3750	6250
2. To lands.				2. By amount received as Govt. Contribution.			
3. To value of lands appropriated for electrical purposes as per contra				3. By value of lands belonging to authority appropriated for electrical purposes.			
4. To Buildings. . .		3101-1-0	3101-1-0	4. By value of surplus lands sold			
5. To plant . . .		510-13-0	510-13-0	5. By other receipts			
6. To mains . . .		510-13-0	510-13-0	6. By balance of Capital Account			42,464-4-
7. To service connections . .							
8. To transformers							
9. To meters etc. . .							
10. To general stores		42,225-2-	42,225-2-0				
11. To transfer to sinking fund etc.							
12. To amount applied to the reduction of principal of borrowed money etc.							
13. To special items							
Total expenditure	2181-7-0	46532-13-0	48714-4-		2500	3750	48,714-4-

Countersigned

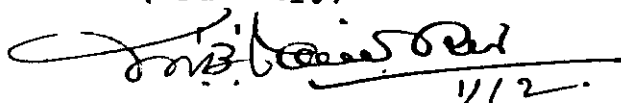
B.B. Shankara Rao,
Asst. Examiner of Local
Fund Accounts.

Sd. M. Balakrishna Panikkar,
27-8-39

Special Officer,
Panchayat Board, Kollegal.

Sd. V. Natesa Iyer,
District Inspector of Local
Fund Accounts,

(True copy)



Special Officer,
Panchayat Board, Kollegal

S.M. S/36-11



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KOLLEGAL ELECTRIC LICENCE 1937.

Account No. VII.

GENERAL BALANCE SHEET.

<u>LIABILITIES.</u>		R	A	P	<u>ASSETS.</u>		R	A	P
1. To Capital Account: Amount received as per Account No. II		6,250	.	.	1. By Capital Account: Amount expended for works as per account No. II		48,714	4	.
2. To sundry creditors: Messrs. Volkart Bros Madras Rs 16,246-12-10 City Electric Syndi- cate, Hindupur 13,969-9-10 Sri A.R. Parthasara thi mudaliar 2,223-15-4		32,440	5	8	2. By cash with Treasury 2,225-13-0 Cash in hand Nil		2,225	13	.
3. Contingent liabilities on completion of works Volkart Bros. 4,061-11-2 City Electric Syndicate 4,393-5-2		8,455	.	4	3. By suspense being the transfer fees paid pending refund.		5	.	.
4. Salaries and wages outstanding		224	11	.					.
5. Contractors' Deposits		3,575	.	.					.
Total		50,945	1	.	Total		50,945	1	.

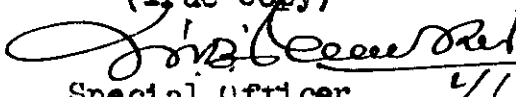
Countersigned.

Sd. Shankar Rao,
Asst. Examiner of Local Fund
Accounts.

Sd. M. Balakrishna Panikkar,
27-8-39
Special Officer,
Panchayat Board, Kollegal.

Sd. V. Natesa Iyer,
Dt. Inspector of Local Fund
Accounts,

(True copy)


Special Officer,
Panchayat Board, Kollegal 4/12

S. M. S/30.11



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KOLLEGAL ELECTRIC LICENCE, 1937.

No. III REVENUE ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

.....

No. IV REVENUE ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

.....

No. V SINKING FUND ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

.....

No. VI RESERVE FUND ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

.....

Note: The scheme has not begun to operate.

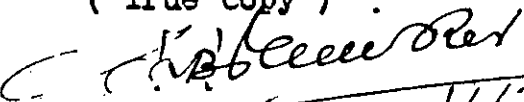
Countersigned.

Sd. B. B. Shankar Rao,
Asst. Examiner of Local
Fund Accounts,

Sd. M. Balakrishna Panikkar,
27-8-39
Special Officer,
Panchayat Board, Kollegal.

Sd. V. Natesa Iyer,
District Inspector of Local
Fund Accounts.

(True copy)


Special Officer,
Panchayat Board, Kollegal.

S. M. S/3.11

11/12

20
GOVERNMENT OF MADRAS.

Abstract.

Loan - Kollegal Panchayat Board (Coimbatore District) - Electricity Scheme - District Board requested to disburse balance of loan to Panchayat Board.
666.....

Local Administration Department.

G.O.No. 3470.

Dated the 4th September 1939.

Read the following:

From the Special Officer, Kollegal Panchayat Board, No. 488/32, dated the 3rd June 1939.
From the President, District Board, Coimbatore, R.O.C. No. 4281/38 dated 29th May 1939.
From the Inspector of Municipal Councils and Local Boards, R.O.C. No. A5-11119/39 dated 14th June 1939.
From Messrs. Volkart Brothers, Madras, G.O. 1032/2-164/Mech. dated 30-6-1939.
From the Inspector of Municipal Councils and Local Boards, R.O.C. A.5-11119/39, dated 15th July 1939.

O R D E R.

In the opinion of the Electrical Inspector to Government the remunerative nature of the electrical undertaking of the Kollegal Panchayat Board need not be doubted. The Coimbatore District Board is therefore requested to pay to the Kollegal Panchayat Board the balance of the loans already sanctioned and report the fact to the Government within a month from the date of this order.

2. The Special Officer, Kollegal Panchayat Board, should settle the dues of the electrical contractors immediately the amount is received from the District Board.

/By Order of His Excellency the Governor/.

L. J. MacIver,
Secretary to Government.

Proceedings of the Kollegal Panchayat Board at its meeting held on Monday the 16th October 1939 at 4-30 P.M.

P r e s e n t.

Sri M. Balakrishna Panikkar, Special Officer, Panchayat Board, Kollegal.

9. Read G.O. No. 2610 LA dated 4-7-39 informing the Special Officer, Kollegal Panchayat Board that the salaries of the Electrical Engineering establishment cannot be debited to the Loan account of the Electric Lighting Scheme and that the expenditure on execution of capital works should be debited to Loan account.

Read para 5 of the audit report of the Examiner of L.F. accounts. Madras on the Electricity account of the Kollegal Panchayat Board informing that a sum of Rs 1100/- representing the salaries of the Engineer was included in No. II Electricity Account and that the debit should be transferred to Panchayat Board account under advances recoverable pending adjustment from the reserve account after it is opened ~~unless~~ unless the Board decides to meet it from its general fund itself.

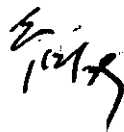
Resolution No. 78: Electrical Engineer's salary from May 1938 may be met from the General funds of the Panchayat Board as per instructions contained in the above G.O.

Sd. M. Balakrishna Panikkar,
16-10.
Special Officer, Panchayat Board, Kollegal.

(True extract)


Special Officer,
Panchayat Board, Kollegal.

S. M. S/1-12.



22

Proceedings of the Kollegal Panchayat Board at its meeting
held on Thursday the 30th November 1939 at 4 P.M.

P r e s e n t.

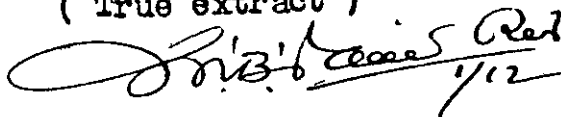
1. Sri M. Balakrishna Panikkar, Special Officer, Panchayat Board, Kollegal

4. Read Audit Report of the Examiner of Local Fund Accounts
Madras on the Electricity accounts of the Kollegal Panchayat
Board for 1938-39 with replies prepared.

Resolution No. 95: Replies are approved.

Sd. M. Balakrishna Panikkar,
30-11-39
Special Officer,

(True extract)



S. M. S./1-12.

Special Officer,
Panchayat Board, Kollegal.

1/12/39

L.F. No 6557 D/15-12-39

ASSISTANT EXAMINER'S OFFICE:

AUDIT REPORT - KOLLEGAL ELECTRIC LICENSE
ACCOUNTS - 1978-80 - REPLIES.

Forwarded to the Secretary to Government,
Public Works Department, Madras, with copies
of the Special Officer's replies and the
resolution of the Panchayat Board (Special
Officer).



Assistant Examiner of
Local Fund Accounts.

**Audit Report on the accounts of the Electric Light and Power
of the Kollegal Panchayat Board, Coimbatore District, for the year
1937-38.**

Name of auditor. Sri V.S. Venkataswami,
Audit clerk.
Time taken for audit. From the 23rd to
August 1938.

The office of President was held
by Sri C.M. Pillai from the 1st April
1938 to the 31st March 1939.

2. A copy of the accounts is appended.

3. Pending items of the audit report
for 1937-38.

Paragraph 3. The balance of security
deposit of Rs 613/- was not recovered
as provided.

4. Balance at a special still. The
Electric Light and Power was undertaken
by the Panchayat Board on the promise
of a loan of Rs 80,000/- by the Coimbatore
District Board. The old Coimbatore
District Board which had promised the
loan paid only Rs 2,250/- and did not
pay the balance till the date of
dissolution of the District Board in
December 1936 on the ground of other
and only on the ground of other
liquid resources to pay the amount
immediately and provide security
for the loan. On the dissolution of the
Board, the Coimbatore District Board was
asked to pay the amount to the
Panchayat Board. The Panchayat Board
refused to pay the amount. All the
of the Panchayat Board on the
1st November 1937 were only
the Panchayat Board on the one hand and
the District Board on the other hand.

*Refers approved in Panchayat
Board Resolution of 25-8-38*

Noted.

2. Noted.

3. The contractor concerned i.e., Mr.

L.R. Rao has died. The amount
will be recovered from his
successor and the fact reported.

4. The Government have in their order to the District Boards and the Dist. Ms. 3470 LMB dated 4-8-39 (copy enclosed) on the other. After consideration the requested the Coimbatore Dt. Board to pay to this Board the balance of loans and to report the fact to Govt. within a month from the date of the Govt. order. The Coimbatore Dt. Board in its Resolution No. 772 dated 4-10-39 again sanctioned the payment of the balance of the loans to this Panchayat Board. But only a sum of Rs. 37,500 out of Rs. 73,750 has been paid by the District Board on 25-10-39 and the President, Dt. Board, Coimbatore has informed that the question of the payment of the balance is under reference to Government. The President, Dt. Board has again been addressed to disburse the balance of loan also. Out of the amount of Rs. 37,500 received from the Dt. Board Rs. 21,390-12-0 has been paid to Messrs Volkart Bros, Rs. 7000 has been paid to Messrs. V. Kanakiah Chetty & Co. on behalf of the City Electric Sundicate, Hindupur and Rs. 2499-5-0 has been paid to Mr. A.R. Parthasarathi mudaliar, Contractor for the Electrical Power House, well and a tank.

The Coimbatore District Board took up the question and has been postponing the payment of the amount ~~on~~ some ground or other. At one time it postponed the payment on the ground that the question of supervision of the Panchayat Board was under correspondence even after the appointment of a special officer, the amount has not been paid. The District Board is now hesitating to pay the amount feeling apprehensive about the prospect of successful working of the scheme and about the ability of the Panchayat Board to run the scheme and after the loan. Meanwhile the Panchayat Board entered into contracts with various individuals with the sanction of the competent authority for the carrying out the scheme. A power house for the installation of 5 engines has been erected and engines for the generation of electricity, poles and cables for transmission, etc. have all arrived long ago. The engines have not been erected as the time could not be paid portions of the value of the supplies or delivery is stimulated in their contract payments. Most of the poles have been left on the road sides in the various places in the Panchayat Board. The contractors who supplied materials are pressing for the payment of their dues with interest and some are threatening legal action.

[illegible]

8. Very poor to fair

In U. S. District Court, S. D. New York
4th July 1950 (continuing the diversion
of over \$100,000 by the defendant
at the time of the original seizure
of the \$100,000 is as follows:

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Item 4. To Buildings . . Rs 200
5. To Plant . . 450
6. To Mains . . 450

The above debits will be transferred to the Panchayat Board general account in the accounts of the year 1939-40.

Re diversion
6. This has since been made good.

7. Noted.

8. Noted.

Capital Account. The debit should be transferred to the Panchayat Board account under Advances Recoverable pending adjustment from the Reserve account after it is opened unless the Board decides to meet it from its General Fund itself.

6. Diversion of deposit. A sum of Rs 1,34953-0 was diverted from deposits furnished by contractors for expenditure on the scheme.

7. The General result of audit was fairly satisfactory.

8. The receipts and charges of the year were Rupees 3,250-0-0 and Rs 5417-12-0 respectively.

B. P. Chakkar 440,
Asst. Examiner of Local Fund-Accts.
Trichinopoly Circle.

(True copy)

Sd. P. Subrahmanya Iyer,
MURUKUTATHI T,
Office of the Examiner of Local
Fund Accounts, Madras.

(True copy)

[Signature]
Special Officer,
Panchayat Board, Kollegal. 1/12

Dated: 30-11-39.
S. M. S/1-12.

[Signature]
Special Officer,
Panchayat Board,
Kollegal.

[Handwritten marks]

Supplies have been received so far to the following extent:

<u>Name of Firm.</u>	<u>Value of supplies from 4-7-38 to 22-3-1939.</u> Rs	<u>Amount paid.</u>
1. Messrs. Volkart Brothers, Madras	40,104-0-0	---
2. Messrs. City Electric Syndicate, Hindupur	31,966-10-0	3,603-11-0
3. Mr. S. H. Parthasarathi Mudaliyar, Contractor,	8,793-15-0	600-0-0
Total	80,863-1-0	4,203-11-0

In addition to the above expenditure a sum of Rs 1,316-1-0 was spent during the year towards the salary of the Electric Engineer, a peon and a watchman and as no work worth the name could be turned out by the Engineer the salary paid was practically a waste. Thus, things are at a stand still and unless the Coimbatore District Board comes round to the rescue and discharges its obligation by the prompt disbursement of the loan balance, the Panchayat Board will be put to a considerable loss which will have to be made good by the persons responsible.

The Panchayat Board of Kollegal in its Resolution No. 78 dated 16-10-39 (copy enclosed), resolved to meet the salary of the Electrical Engineer from general funds of the Panchayat Board. The salary of the Electrical Engineer has been adjusted to the Electricity account from general funds of the Panchayat Board in Voucher No. 35/Bill No. 176 of Nov. 39.

The amount of Rs 1100/- has been allocated and debited as follows in No. II Capital Account of 1938-39

6. SALARY OF THE ELECTRICAL ENGINEER.

In G.O. No. 2610, I. S., dated the 4th July 1939 sanctioning the diversion of sanctioned funds by the Panchayat Board for the general expenditure Government remarked as follows:-

"The Special Officer is informed that the salaries of the Electrical Engineering establishment cannot be debited to loan account of the Electric Lighting Scheme. Only the expenditure on erection of Capital works should be debited to the loan account."

In the statement now furnished, a sum of Rs 1,100/- representing salary of the Engineer was included in No. II

ACCOUNT NO. 1.

KOLLEGAL ELECTRIC LICENCE.

Statement of account for the year ending 31st March 1939.

1. Statement as to loans authorised for the purpose of the undertaking referred to in the abovementioned licence prior to the end of the year for which accounts are made up.

Amount sanctioned and nature of loan	Amount borrowed.				Amount repaid.			Amount sanctioned but not borrowed.
	At per cent	At per cent	At per cent	Total	At per cent	At per cent	At per cent	
				Rs				

Rs 80000/- sanctioned

by the Coimbatore Dt.

Board and approved by 2%

6250 Nil

Rs 73,750

G.O.No.2086 L & M da-

ted 31-5-35 and 125

L & M dated 10-1-36 @

2% interest per annum

repayable in 20 equal

instalments after the

4th year. Interest

alone being payable

during the 1st 4 years

Countersigned:

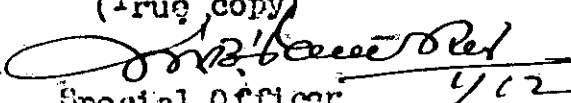
Sd. B. B. Shankara Rao,
Asst. Examiner of Local
Fund Accounts,

Sd. E. Balakrishna Panikkar,
27-8-39

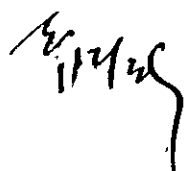
Special Officer,
Panchayat Board, Kollegal.

Sd. V. Natesa Iyer,
Dt. Inspector of Local Fund
Accounts, Coimbatore.

(True copy)


Special Officer,
Panchayat Board, Kollegal.

S. M. S/30.11



THE KOLLEGAL ELECTRICAL LICENCE, 1937.

No. II CAPITAL ACCOUNT.

For the year ending 31st March 1939.

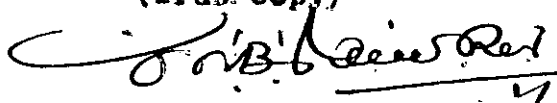
Dr.	Expenditure upto end of previous year	Expenditure during the year	Total expenditure upto 31.3.1939	Cr.	Receipts upto end of previous year	Received during the year	Total receipts upto 31.3.1939
	Rs.	Rs.	Rs.		Rs.	Rs.	Rs.
1. To preliminary expenses: Licence fees paid to Govt., Printing licence, advertisement charges &c.	2181-7-0	135-0-0	2316-7-0	1. By amount raised by loans	2500	3750	6250
2. To lands.				2. By amount received as Govt. Contribution.			
3. To value of lands appropriated for electrical purposes as per contract				3. By value of lands belonging to authority appropriated for electrical purposes.			
4. To Buildings. . .		3101-1-0	3101-1-0	4. By value of surplus lands sold			
5. To plant . . .		510-13-0	510-13-0	5. By other receipts			
6. To mains . . .		510-13-0	510-13-0	6. By balance of Capital Account			42,464-4
7. To service connections . . .							
8. To transformers							
9. To motors etc. . .							
10. To general stores		42,275-2-0	42,275-2-0				
11. To transfer to sinking fund etc.							
12. To amount applied to the reduction of principal of borrowed money at							
13. To special items							
Total expenditure	2181-7-0	44532-13-0	46714-4-0		2500	3750	48714-4

Countersigned
B. P. Shankara Rao,
Asst. Examiner of Local
Fund Accounts.

Ed. M. Balakrishna Panikkar,
27-8-39
Special Officer,
Panchayat Board, Kollegal.

Ed. V. Natesa Iyer,
District Inspector of Local
Fund Accounts.

S. W. S/...

(True copy)

Special Officer,
Panchayat Board, Kollegal

11/2/39

KOLLEGAL ELECTRIC LICENCE, 1937.

No. III REVENUE ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

No. IV REVENUE ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

No. V SINKING FUND ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

No. VI RESERVE FUND ACCOUNT.

For the year ending 31st March 1939.

N 1 1.

Note: The scheme has not begun to operate.

Sd. M. Palakrishna Panikkar,
27-8-39
Special Officer,
Panchayat Board, Kollegal.

Counter signed.

Sd. R. B. Shankar Rao,
Asst. Examiner of Local
Fund Accounts.

Sd. V. Natesa Iyer,
District Inspector of Local
Fund Accounts.

(True copy)



Special Officer,
Panchayat Board, Kollegal.

S. H. S/3.0

1/12/39

KOLLEGAL MUNICIPAL BUDGET 1937.

Account No. VII.

GENERAL BALANCE SHEET.

	R	A	P		R	A	P
<u>LIABILITIES.</u>				<u>ASSETS.</u>			
1. To Capital Account: Amount received as per Account No. II	6,250			1. By Capital Account: Amount expended for works as per account No. II	48,714	4	
2. To sundry creditors: Messrs. Volkart Bros Madras 76,246-12-10 City Electric Syndi- cate, Hindupur 13,969-9-10 Sri A.N. Parthasara- thi Mudaliar 22-23-15-0	32,440	5	8	2. By cash with Treasury 2225-13-0 Cash in hand Nil	2,225	13	
3. Contingent liabilities on completion of works Volkart Bros. 4061-11-2 City Electric 4393-5-2	8,455		4	3. By suspense being the transfer fees paid pending refund.	5		
4. Salaries and wages outstanding	224	11					
5. Contractors' Deposits	3,575						
Total	50,945	16	12	Total	50,945	16	12

Countersigned.

Sd. Shankar Rao,
Asst. Examiner of Local Fund
Accounts.

Sd. M. Balakrishna Panikkar,
27-8-39

Special Officer,
Panchayat Board, Kollegal.

Sd. V. Natesa Iyer,
Dt. Inspector of Local Fund
Accounts.

(True copy)

[Signature]
Special Officer,
Panchayat Board, Kollegal

S.M.S./

[Handwritten mark]

GOVERNMENT OF MADRAS.

Abstract.

Loan - Kollegal Panchayat Board (Coimbatore District) - Electricity Scheme - District Board requested to disburse balance of loan to Panchayat Board.
666

G.O.No. 3470.

Local Administration Department.

Dated the 4th September 1939.

Read the following:-

- From the Special Officer, Kollegal Panchayat Board, No. 488/32, dated the 3rd June 1939.
From the President, District Board, Coimbatore, N.O.C. No. 4281/38 dated 29th May 1939.
From the Inspector of Municipal Councils and Local Boards, N.O.C. No. A5-11119/39 dated 14th June 1939.
From Messrs. Volkart Brothers, Madras, G.O. 1032/2-164/Mech. dated 30-6-1939.
From the Inspector of Municipal Councils and Local Boards, N.O.C. A.5-11119/39, dated 15th July 1939.

ORDER.

In the opinion of the Electrical Inspector to Government the remunerative nature of the electrical undertaking of the Kollegal Panchayat Board need not be doubted. The Coimbatore District Board is therefore requested to pay to the Kollegal Panchayat Board the balance of the loans already sanctioned and report the fact to the Government within a month from the date of this order.

2. The Special Officer, Kollegal Panchayat Board, should settle the dues of the electrical contractors immediately the amount is received from the District Board.

/By Order of His Excellency the Governor/.

L. J. MacIver,
Secretary to Government.

Proceedings of the Kollegal Panchayat Board at its meeting held on Monday the 16th October 1939 at 4.30 P.M.

P r e s e n t.

Sri W. Balakrishna Panikkar, Special Officer, Panchayat Board, Kollegal.

9. Read G.O. No. 2610 LA dated 4-7-39 informing the Special Officer, Kollegal Panchayat Board that the salaries of the Electrical Engineering establishment cannot be debited to the loan account of the Electric Lighting Scheme and that the expenditure on execution of capital works should be debited to loan account.

Read para 5 of the audit report of the Examiner of L. F. accounts, Madras on the Electricity account of the Kollegal Panchayat Board informing that a sum of Rs 1100/- representing the salaries of the Engineer was included in No. 11 Electricity Account and that the debit should be transferred to Panchayat Board account under advances recoverable pending adjustment from the reserve account after it is opened ^{unless} ~~unless~~ the Board decides to meet it from its general fund itself.

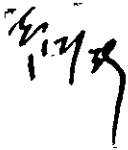
Resolution No. 78: Electrical Engineer's salary from May 1938 may be met from the General funds of the Panchayat Board as per instructions contained in the above G.O.

Sd. M. Balakrishna Panikkar,
16-10.
Special Officer, Panchayat
Board, Kollegal.

(True extract)


Special Officer,
Panchayat Board, Kollegal.

S.H. 3/1-12



Proceedings of the Kollegal Panchayat Board at its meeting
held on Thursday the 30th November 1939 at 4 P.M.

Present.

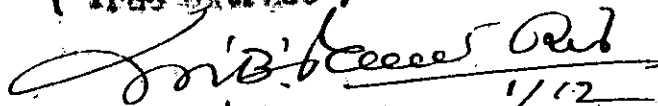
1. Sri E. Balakrishna Panikhar, Special Officer, Panchayat Board, Kollegal

4. Read Audit Report of the Examiner of Local Fund Accounts
Madras on the Electricity accounts of the Kollegal Panchayat
Board for 1938-39 with replies prepared.

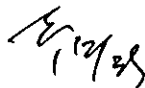
Resolution No. 22: Replies are approved.

Sd. E. Balakrishna Panikhar,
30-11-39
Special Officer,

(True extract)


Special Officer,
Panchayat Board, Kollegal.

S. E. by 1-11-39



Office of the
Chief Electrical Inspector to Govt.

Sub: Kollegal Electric Licence - Accounts for 1938-39.

Ref: P.W.D. U.O.No. 3931E/39-3 dated 21-12-39.

The accounts rendered are for a year partly utilised in the execution of preliminaries and partly in construction.

2. Board's rejoinder on the Audit report.

I agree with the auditor, but the Board's reply may be accepted.

18 Ch
5 2 40

C.E.I.G.

C.E.I.G. U.O.No.
M-2-C-235 dated
5-2-40.

The Secretary to Government, Public Works Department, u.o.
Fort St. George.

Enclosures:

GS.

P. W. Dept

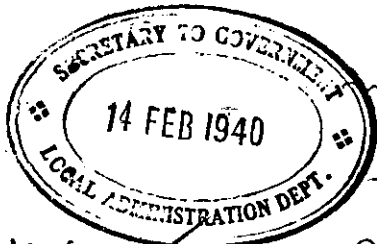
To AS

Please see the audit report on the accounts of the Kollegal Electric Licence for 1938-39, on pp 2-4, the replies thereto of the Panchayat Board on pp 12-15 of C-f. and the remarks of the Ch. E. I. G. in the note above.

No remark seems called for. The account may be recorded.

A draft order is put up. L. A. B. may

see before issue.



5284
12/2
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P.W.D. u.o. 3931E/39-4
13-2-40

CAD

L. A. Sept

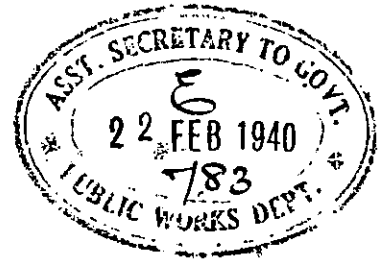
May be perused and
returned to P.W. Dept

Km
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S. A. V

U
S. A. V

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L. A. No. 5274-1-c
21.2.40



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W. P.

Draft sent
for issue
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C.F.10.

DRAFT FOR APPROVAL.

	Date.	Initials.	SUBJECT:-
When received for fair copying --			P.W. Dept
When copied ..			Electricity - Kollegal Electricity
When examined...			licence- Accounts for 1938-39-
When signed --			Recorded.
When despatched.			

READ AGAIN _____, dated _____ 19__.

" " _____ " " _____ 19__.

READ ALSO:-

No. 3931 ³⁹ From the Examiner of L.F. Accts. No. 4540, dated 3-10-1939.

2-15 of " " " " 6557, 15-12-1939.

pl m. f. " " Ch. E. D. G. " " 11-2-235, 5-2-1940.

Order Ms. No. 373, dated 23-2-1940.
Resolution Rout.

Recorded.
Dec 13/2
12/2
12/2
13/2

The Special Officer, Panchayat Board
Kollegal through P.D.S., Coimbatore.
The Examiner of L.F. Accts.
The Ch. E. D. G. (2 copies)
The L. A. Dept.
1940
24/2